



What we do is important to Kentucky and it's under attack!

Although higher education can be expensive, KHEAA and The Student Loan People help thousands of Kentuckians pursue a college education or technical training each year. We are committed to removing financial obstacles that prevent students from achieving their higher education goals.

We reinvest our revenue in Kentucky students. Unlike for-profit student loan providers, students are our primary shareholders. Today, we fund a variety of free student aid programs and services without the use of public money. Besides the economic benefit to the Commonwealth, we make a positive difference in the lives of countless Kentuckians every year.

We provide Kentuckians a wide range of financial aid programs and services with revenue generated from administration of the Federal Family Education Loan Program (FFELP). Participation by postsecondary institutions in our programs ensures maximum revenues are earned which can be reinvested in Kentucky students.

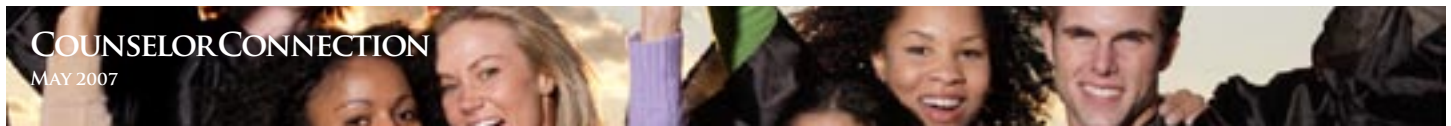
Several federal student aid proposals have recently been introduced that, if passed in their current form, will be detrimental to Kentucky students and their families. While these proposals may be well intended, they do not recognize the difference between for-profit and nonprofit lenders and the important role that nonprofit student loan providers play in the Federal Family Education Loan Program (FFELP).

Federal proposals such as the College Student Relief Act (H.R. 5), the President's FY2008 Budget Proposal, the Student Debt Relief Act (S. 359) and the Student Aid Reward (STAR) Act **could cost Kentucky more than \$100 million** over the next five years!

What does this mean to you and other Kentucky counselors? Potential loss of student aid programs and services; loss of borrower benefits, including Best in Class benefits for Kentucky teachers, counselors and librarians; loss of comprehensive outreach services, including *Getting In* and other publications; elimination of nine regional outreach counselors, GoHigherKY.org website, the College Info Road Show, counselor newsletters and our ability to sponsor professional development conferences and activities for educational professionals. The millions of dollars in benefits and services we provide cannot be made up elsewhere.

We urge you to contact your congressmen and senators to let them know how important the services are that KHEAA and The Student Loan People provide to you and Kentucky students and ask that the pending federal proposals be changed so that nonprofit student loan providers are not harmed. But you must act now.

For more information on these proposals and their impact on services we provide, contact Jo Carole Ellis, Director of Government Relations, at (502) 696-7442 or e-mail jcellis@kheaa.com.



KHEAA/STUDENT LOAN PEOPLESM REVENUE – WHERE IT COMES FROM

Student Loan **Guarantees**

Student Loan **Servicing**

Student Loan **Ownership**

WHERE IT GOES – KENTUCKY STUDENTS AND FAMILIES

COST-FREE ADMINISTRATION OF STATE STUDENT AID PROGRAMS

- Kentucky Educational Excellence Scholarship (KEES)
- College Access Program (CAP) Grant
- Kentucky Tuition Grant (KTG)
- Teacher Scholarship
- Osteopathic Medicine Scholarship
- Kentucky National Guard Tuition Award
- Early Childhood Development Scholarship
- Robert C. Byrd Honors Scholarship
- Mary Jo Young Scholarship
- KHEAA Work-Study Program
- Kentucky's Affordable Prepaid Tuition (KAPT)
- Kentucky Education Savings Plan Trust (KESPT)

ADDITIONAL FUNDS FOR STATE STUDENT AID AWARDS

- Kentucky National Guard Tuition Award
- KHEAA Work-Study Program
- Mary Jo Young Scholarship

COST-FREE ADMINISTRATION OF FEDERAL STUDENT LOANS

- Stafford, PLUS, and Consolidation
- Zero-Fee Student Loans
- Principal/Interest Rate Reductions for On-time/Automatic Payments
- Borrower Advocates and Other Default Prevention Initiatives

LOAN FORGIVENESS PROGRAMS

- Best in Class for Teachers
- Best in Care for Nurses
- Best in Law for Public Service Attorneys

MULTIFACETED OUTREACH SERVICES

- Internet Tools and Websites
- Nine Regional Outreach Counselors Assigned Around the State
- College Info Road Show Mobile College Planning Classroom
- College/Financial Aid Publications for Students of All Ages
- Promote Your School Scholarship Essay Contest
- Counselor Newsletters
- Parent/Student Newsletters
- Customer Care Call Center

All General Fund appropriations received by KHEAA go directly to students in the form of awards. Kentucky Lottery revenue funds the vast majority of state student aid awards disbursed by KHEAA. Federal LEAP/SLEAP Funds, Coal Severance Tax, Tobacco Settlement Funds, Federal Funds, Civil Penalties under KRS 199.990, and Student Loan People revenue transfers fund the remainder. Neither KHEAA nor The Student Loan People receives General Fund appropriations for administration.

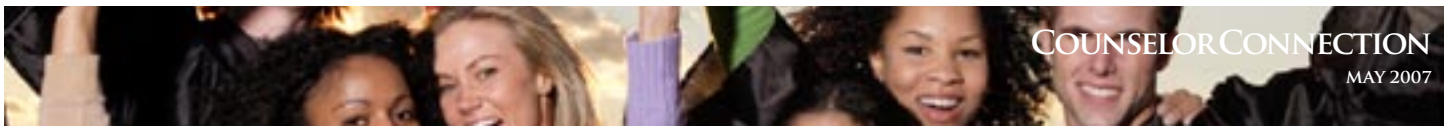
Report details Outreach activities for FY2006

The *Outreach Annual Report FY2006* is now available. This report includes information about our nine regional outreach counselors, provides a breakdown of contacts made and materials distributed and highlights selected partnerships and activities.

Information about the College Info Road Show, which visits schools and other sites, and GoHigherKY.org is also featured.

If you would like to request a copy of the *Outreach Annual Report* or schedule a visit from the outreach staff, please contact Outreach Services Assistant Summer Gortney by calling 502.696.7377 or by e-mailing sgortney@kheaa.com.

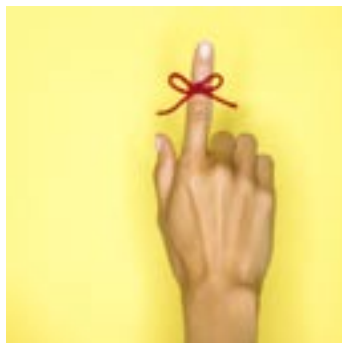




2007-2008 Robert C. Byrd Scholars

The Robert C. Byrd Honors Scholarship is a federally funded program that provides scholarships to academically talented high school seniors and GED recipients who show promise of continued excellence in postsecondary education. School officials and adult education providers recommend eligible students. KHEAA congratulates the following students selected to receive the \$1,500 Robert C. Byrd Honors Scholarship:

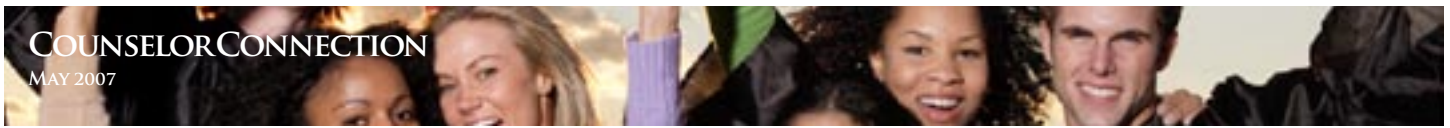
Student Name	High School	Student Name	High School	Student Name	High School
Jacob Edwards	Adair County	David Sarkisian	Henry Clay	Rebecca Grout	Notre Dame Academy
Brittany Frasure	Allen Central	James Staben	Henry Clay	Kasey Porter	Ohio County
Gabriel Blevins	Anderson County	Bailey Johnson	Henry Clay	Calvin Riney	Owensboro Catholic
Alexandra Sack	Assumption	Kayla Burgess	Hickman County	Miriam Muscarella	Paducah Tilghman
Elizabeth Reed	Assumption	William Cartwright	Hopkins County Central	Laura Fields	Paintsville
Leah Vanderwerp	Ballard	Kelsey Tamayo	John Hardin	Hunter Davis	Paul G. Blazer
Joshua Keller	Ballard	Beth Slone	Johnson Central	Tierney Stromberg	Paul Laurence Dunbar
Nicholas Riley	Ballard	John Boone	Lexington Christian	Kenisha Webb	Pike Central
Elizabeth Matthews	Beechwood	Mollie Lair	Lincoln County	Alice Weaver	Rowan County
Richard Taing	Bowling Green	Alissa Ellis	Lincoln County	Jessica Robinson	Rowan County
Stacie Schultz	Boyle County	Rebecca Choudhury	Lone Oak	Eric Gross	Russell
Blaze Johnson	Bryan Station	Katherine McCabe	Louisville Male	Jordan Brown	Russell County
Aleidra Allen	Central	Mark Jenne	Louisville Trinity	Robert Sindorf	Russellville
Christopher Prather	Central Hardin	Christopher Nold	Louisville Trinity	Elizabeth Youngblood	Sayre
Zachary Strickland	Christian Academy of Louisville	Thomas Noel	Louisville Trinity	Jamie Hofmeister	Sayre
Denielle Shelley	Corbin	Emily Erwin	Marshall County	Michael Delfina	Shawnee
Kyle Johnson	Covington Catholic	Brittney Utley	Mercy Academy	Jane Hinkle	Shelby County
Stephen Davis	Covington Holy Cross	Emily Crabtree	Mercy Academy	Laura Zimmerman	Somerset
Jacob Machin	Daviess County	Jennifer Brooks	Middlesboro	Molly Merrick	Southwestern Pulaski
Rebecca Gogel	Dawson Springs	Adam Price	Middlesboro	Kyle Duffy	Southwestern Pulaski
Lucinda Belcher-Owens	East Ridge	Lucas Spicer	Montgomery County	Lindsay Cahill	St. Henry
Amiee Schaefer	Evangel Christian School	Ashley Buchanan	Morgan County	Andrew Carroll	St. Henry
Samantha Payne	Fairview	Ashleigh Whitehead	Muhlenberg North	Peter Wallenhorst	St. Henry
Jacob Wallingford	Fleming County	Colleen McCoy	Murray High School	Matthew Schueler	St. Xavier
Alysha Legate	Graves County	Brandon Akers	Nelson County	John Smith	St. Xavier
Alexander Priest	Grayson County	Daniel Moore	Nelson County	Kevin McLendon	Todd County Central
Danielle Antis	Greenup County	Nicholas Gowen	Nelson County	James Chapman	University Heights
Rachel Simon	Henry Clay	Brittany Adams	Newport	Joye Spinks	Warren East



Reminder . . . KEES end-of-year information needs to be submitted to KHEAA before June 30.

2006 KEES Data Report available online

KHEAA is pleased to announce the release of the 2006 Kentucky Educational Excellence Scholarship (KEES) Data Report, available on our website at http://www.kheaa.com/serv_reports.html. The report contains 29 tables detailing the number and amount of KEES awards earned by and disbursed to Kentucky students to help pay higher education expenses. Data is presented by high school attended, grade level, county and school district, GPA, ACT score, postsecondary institution attended, race, gender, and other variables. We hope you will find this report informative and helpful. If you have questions, please contact KHEAA's Policy Analysis Group at (502) 638-7471 or mletteer@kheaa.com.



Students, parents need to be wary of scam artists

Parents of college-bound students are probably hearing lots of sales pitches from companies that promise to help them find financial aid to pay for college.

There's no need to pay for this kind of information. It can be obtained FREE by consulting with a guidance counselor, checking out sources in the library, doing free online scholarship searches or contacting the financial aid office of the college students plan to attend. GoHigherKY.org, the state's one-stop college planning website, also offers a free scholarship search.

If parents decide to use a company to help them find financial aid, they should make sure they're dealing with a reputable one. The Federal Trade Commission cautions students to be especially skeptical about scholarship search companies and websites that make these claims.

- "You've been selected by a national foundation to receive a scholarship." Check with The Foundation Center at www.fdncenter.org to find out if the foundation is legitimate. Students should be especially wary if they're notified that they're a finalists in a scholarship contest they didn't enter.
- "We'll do all the work." It's highly unlikely that the company will fill out all the applications for all the financial aid sources it sends parents and students.
- "I just need your credit card or bank account number to hold this scholarship." Students and parents should never give these numbers to a person or company they're not sure about. They could find their credit card maxed out and their bank account cleaned out.
- "This scholarship will cost some money." Some legitimate scholarships do have up-front fees, but they shouldn't be more than \$5 or \$10.
- "You're guaranteed to get money for college or your money back." Read the fine print. If it sounds too good to be true, it probably is.

LEAN ON US, FROM CLASS TO CAREER.



Kentucky's trusted source for grants, scholarships and loans.

KHEAA and The Student Loan People publish the *Counselor Connection* to share information about student financial aid, college preparation and college planning. Comments and suggestions are always welcome. Please send them to publications@kheaa.com.